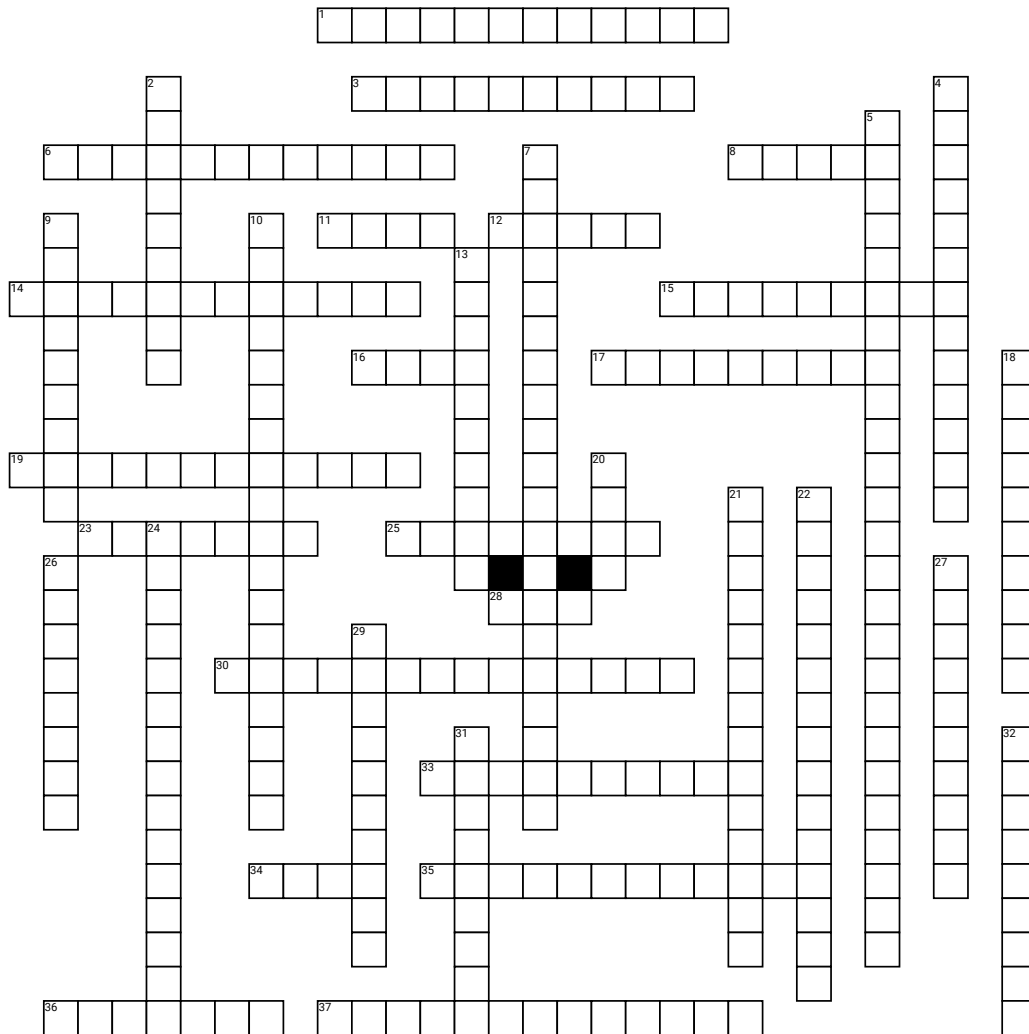


Name: \_\_\_\_\_

Date: \_\_\_\_\_

# Economics Terms Final Review



**Across**

- 1. the skills and knowledge gained by a worker through education and experience
- 3. GDP measured in current prices
- 6. a maximum price that can be legally charged for a good or service
- 8. the effort that people devote to a task for which they are paid
- 11. a defined contribution plan where an employee can make contributions from his or her paycheck either before or after-tax, depending on the options offered in the plan
- 12. Physical objects such as clothes or shoes
- 14. an estimate of the ability of a person or organization to fulfill their financial commitments, based on previous dealings.
- 15. High-risk, high-yield securities that are low rated.
- 16. all natural resources used to produce goods and services
- 17. Government programs that protect people experiencing unfavorable economic conditions such as layoffs.
- 19. free market-based economic system combined with limited government involvement
- 23. any human-made resource that is used to create other goods and services
- 25. Actions or activities that one person performs for another

- 28. Annual percentage rate; describes the interest rate for a whole year (annualized), rather than just a monthly fee/rate, as applied on a loan, mortgage loan, credit card, etc.
- 30. An economic system in which the central government makes all economic decisions.
- 33. the average of all prices in the economy
- 34. an item that we desire but that is not essential to survival
- 35. a bond issued by the government and sold to the general public.
- 36. GDP expressed in constant, or unchanging, prices
- 37. economic system in which decisions on production and consumption of goods and services are based on voluntary exchange in markets

**Down**

- 2. An expectation that encourages a person to behave a certain way.
- 4. An organization of people sharing a common interest or goal that tries to persuade the making of public policy
- 5. the annual income earned by U.S. owned firms and U.S. citizens, including from abroad.
- 7. The total value of goods and services produced within the borders of a country during a specific time period, usually one year.
- 9. a commitment to the value of work
- 10. economic system that relies on habit, custom, or ritual to decide questions of production and consumption of goods and services

- 13. a small plastic card issued by a bank, business, etc., allowing the holder to purchase goods or services on credit.
- 18. the act of redirecting resources from being consumed today so that they may create benefits in the future; the use of assets to earn income or profit
- 20. something like air, food, or shelter that is necessary for survival
- 21. Bonds issued by state and local governments and used to finance highways and parks.
- 22. the system that allows the transfer of money between savers and borrowers
- 24. all natural resources used to produce goods and services
- 26. an alternative that we sacrifice when we make a decision
- 27. a minimum price for a good or service
- 29. a generalized term for a federal court procedure that helps consumers and businesses get rid of their debts and repay their creditors.
- 31. to sell state-run firms to individuals
- 32. someone who would not choose to pay for a certain good or service, but who would get the benefits of it anyway if it were provided as a public good

**Word Bank**

- |                              |                 |                  |               |                  |
|------------------------------|-----------------|------------------|---------------|------------------|
| traditional economy          | Price floor     | financial system | 401k          | Nominal GDP      |
| Gross National Product (GNP) | price level     | municipal bonds  | junk bonds    | physical capital |
| mixed economy                | labor           | Interest group   | want          | bankruptcy       |
| Free rider                   | human capital   | Price ceiling    | privatize     | Safety net       |
| Gross Domestic Product       | APR             | credit rating    | Savings bonds | investment       |
| Work ethic                   | command economy | credit card      | land          | services         |
| need                         | goods           | capital          | Trade-off     | Incentive        |
| Real GDP                     | market economy  |                  |               |                  |